

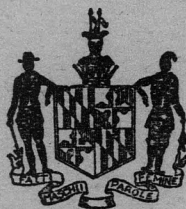
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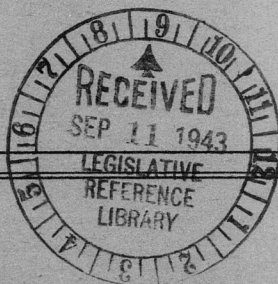
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Twenty-third Annual Report
OF THE
Maryland Racing Commission
TO
THE GOVERNOR OF MARYLAND



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TWENTY-THIRD ANNUAL REPORT
OF THE
Maryland Racing Commission
TO
THE GOVERNOR OF MARYLAND



1942

MARYLAND RACING COMMISSION

BOARD

FRANK SMALL, JR., *Chairman*

CHESTER F. HOCKLEY

GEORGE P. MAHONEY

STAFF

JAMES F. HAYWARD.....	<i>Secretary</i>
MRS. WILLIAM CHESNUT.....	<i>Stenographer and Bookkeeper</i>
EDWARD G. SHIPLEY.....	<i>Auditor</i>
CHARLES S. EARLY.....	<i>Chief Inspector</i>
THOMAS A. LADSON	<i>Chief Veterinarian</i>
GEORGE J. MUELLER.....	<i>Special Inspector</i>
J. WILLIAM GRAHAM.....	<i>Inspector</i>
MAX M. KAUFMAN.....	<i>Inspector</i>
HARRY D. MASSEY.....	<i>Inspector</i>
GEORGE F. ABRECHT.....	<i>Inspector</i>
E. GITTINGS MERRYMAN.....	<i>Inspector</i>
DR. JACK A. LADSON.....	<i>Veterinarian</i>
DR. HULBERT YOUNG.....	<i>Veterinarian</i>
DR. C. R. RICHARDS.....	<i>Veterinarian</i>

Twenty-third Annual Report OF THE MARYLAND RACING COMMISSION

TO HIS EXCELLENCY, HERBERT R. O'CONOR,
Governor of Maryland.

The outstanding feature of the year in the operation of the tracks was their prosperity under conditions never before experienced—conditions that occasioned continual anxiety that finally grew into the fear that the continuation of racing was no longer feasible. This fear never was justified. Racing continued throughout the year, and always with a surprising measure of success in which the State shared.

During April and May, for which the days of racing were only thirty-three (33) out of the total allotment of one hundred and fifty (150), racing flourished as never before since the banner days of 1928 and 1929.

Then came the curtailment in the gas supply, and the Federal Government's elimination of train and bus service as a means of getting to the tracks and away from them at the conclusion of the racing program for the day.

The county fair tracks were the first to operate under restrictive conditions. They did well. Out of this fact all took hope. The Harford Agricultural and Breeders' Association (Havre de Grace) was the first of the mile tracks to open in the fall. It is reached by a switch from the main line of the Pennsylvania Railroad. No special trains were provided. The regular trains refused to depart from the main line, depositing such racing patrons who wished to use it at the railroad station in Havre de Grace which is two (2) miles from the race track. Facilities for reaching the track from Havre de Grace were inadequate. The disembarkation station on the Baltimore and Ohio for racing patrons is much closer to the race track. The Baltimore and Ohio refused to stop its regular trains at this point. As a result the first few days at Havre de Grace were rather depressing.

Quite likely the fact that a new race track, then in operation near Camden in New Jersey, just across the river from Philadelphia, was something of a factor in this discouraging

fall inaugural, but its influence must have been insignificant. As the meeting progressed conditions improved insofar as attendance and wagering were concerned, but not in railroad facilities. Automobile owners were pooling their gas rations. Fewer cars brought more people.

Laurel, which followed Havre de Grace, did well, and the same is true of Pimlico. The Baltimore and Ohio stopped its regular trains that fitted into the time of the racing program for patrons coming to the Laurel track and leaving it after the racing for the day was over. Pimlico, located within the limits of Baltimore City, had streetcar facilities as well as automobiles.

Lacking neighborhood patronage, and twenty-seven (27) miles from Baltimore, and something less from Washington, Bowie hesitated about undertaking a meeting. It had been apportioned ten (10) days in the spring, and weather conditions prevented it from opening on the first of the ten. Hence out of the usual allotment of twenty-five (25) days to each track, sixteen (16) remained to Bowie in the fall as its portion of the racing season. Keeping its gates closed for the fall meeting meant a loss of something more than \$200,000 to the State.

Concessions were made. Prior to the opening in the spring, the average daily purse distribution demanded of Bowie, Havre de Grace and Laurel had been advanced from \$12,000 to \$13,000. Pimlico exceeded this distribution; in fact, had been exceeding it for many years. Because the favorable prospects on which the demand for an increase in purse distribution seemed to have vanished insofar as the fall racing at Bowie was concerned, the Commission agreed to permit the Southern Maryland Agricultural Association to operate with a minimum purse of \$800 instead of \$1,200. This, of itself, meant a saving of approximately \$50,000 for the meeting. Purses for the stake races were unchanged. After seven (7) days of the meeting had been run, conditions had so improved that the Bowie management, the Commission approving, advanced the minimum purse to \$1,000 and made the increase retroactive for the meeting.

As the dates for the meeting carried it over so that it would close on Monday, November 30, the Association was permitted to stage nine (9) races each day for the last eight (8) days of the meeting so that the number of races as originally scheduled for the entire meeting would be run. The Commission collected its per diem tax for sixteen (16) days of racing. Such was the situation when racing ended November 28, 1942. However, the experiences of 1942 justi-

fies the assertion that the race-loving public will overcome obstacles, seemingly insurmountable, in order to get to the race tracks. The love of a horse race is, apparently, permanently established in the hearts of the people of Maryland.

Through the efforts of the Commission the minimum pay for men employed in the mutuel department of the several tracks was increased and maintained throughout the year. This was done as a matter of justice and in recognition of increased living costs.

Prior to the spring opening of the racing season the management of the several tracks discussed among themselves and with the members of the Commission individually the donations proper for them to make toward the war effort, particularly toward the effort that had for its purpose the comfort, convenience and pleasure of those in the armed services. The initial agreement provided for a contribution of \$1,000 for each day of racing on the mile tracks, the understanding being that some of the county fair tracks would supplement this \$100,000 donation by appropriating money out of their funds. As racing progressed these arrangements were altered but the alterations were all designed to increase the amount of the donations, and as a result the whole amount appropriated by the several tracks in Maryland was approximately \$177,000.

Taking the year in an entirety, the returns to the State from the two per centum take on wagering on the mile tracks amounted to \$861,891.00 against \$837,053.90 in 1941. On the half-mile tracks the two per centum on the wagering in 1942 amounted to \$111,259.02 against \$115,215.36 in 1941. The decrease for all the half-mile tracks in 1942 was \$3,956.34, whereas Bel Air alone fell off \$8,064.18 in returns on wagering. This track depends for its transportation solely on automobiles and busses. It was the first track to operate after the restrictive measures on the use of gas went into effect. On the other hand Timonium showed an increase in 1942 over 1941 on its returns to the State, due, no doubt, to its proximity to Baltimore, and the slight assistance it received on Saturdays only from a local train that stopped at a near-by station.

Everywhere the reduction in attendance was noticeable. The race-going public tried to meet the situation by pooling its gas allowance, thereby lessening the number of cars in actual use in transporting people to the tracks, and its resourcefulness in doing this was undoubtedly a big factor in saving racing at Bowie and Havre de Grace, but even so it is the

opinion of the Commission that this expedient could have been better organized than it was, for upon it in all likelihood, will depend some measure of success for the racing season of 1943.

As all have observed, the measures taken by the Federal Government to limit transportation facilities for other than essential uses have never relaxed. The tendency is all in the other direction. Under such conditions no one would wish to predict what 1943 will produce. The popularity of racing has not diminished. It is also evident that war-wages and employment have made it possible for the tracks to succeed with a reduced attendance. Such was the case this year, the attendance being much smaller than in 1941. If concessions on the part of the Commission are necessary to keep the tracks in operation, it will make them as a means of maintaining racing and conserving the State's revenue.

In its authority to supervise, the Commission supplemented its efforts in the past to eliminate from racing, horses that were not in condition to race by making use of a nerve detecting device invented by Mr. George P. Mahoney, a member of the Commission. Mr. Mahoney donated the use of his invention. While the horses found to have been denerved numbered only thirty-three (33), the idea prevailed that in many instances the owners of horses that had been denerved avoided Maryland rather than have them so listed, thereby materially decreasing the number of denerved horses that would otherwise have taken part in the racing on Maryland tracks.

A Board of Veterinarians, with Dr. Thomas A. Ladson as chief, was named by the Commission to examine every horse that raced for the purpose of keeping out of the races all unfit horses, whatever the cause, and the examination of horses for proof that they had, or had not been subjected to the denerving operation, was a part of its responsibility. The Commission feels that the effort put forth along these lines was quite worthwhile.

In connection with the performance of its duties, the Commission must frequently seek the advise of the Attorney General, Mr. William G. Walsh, who is, by law, its legal adviser. The Commission wishes to express its appreciation to the Attorney General, Mr. Walsh, and to the Deputy Attorney General, Mr. Hall Hammond, and to the staff of the Attorney General's office.

Respectfully submitted,

FRANK SMALL, JR., *Chairman*
CHESTER F. HOCKLEY
GEORGE P. MAHONEY

MARYLAND RACING COMMISSION BALTIMORE, MARYLAND

STATEMENT OF RECEIPTS AND DISBURSEMENTS

For the Year Ended December 29, 1942

RECEIPTS

COUNTY FAIRS:	
Agricultural and Mechanical Association of Washington County, Hagerstown:	\$500.00
Ten days racing at \$50.00 per day	15,352.86
Two per cent tax on money wagered in excess of \$500,000.00	1,995.67
Five per cent of net revenue	\$17,854.53
Harford County Fair Association, Inc., Bel Air:	
Ten days racing at \$50.00 per day	\$500.00
Two per cent tax on money wagered in excess of \$500,000.00	25,392.98
Five per cent of net revenue	2,182.76
Cumberland Fair Association, Cumberland:	
Ten days racing at \$50.00 per day	\$500.00
Two per cent tax on money wagered in excess of \$500,000.00	17,170.46
Five per cent of net revenue	1,008.32
Southern Maryland Agricultural Fair Association, Marlboro:	
Ten days racing at \$50.00 per day	\$500.00
Two per cent tax on money wagered in excess of \$500,000.00	22,305.90
Five per cent of net revenue	2,928.88
Maryland State Fair and Agricultural Society of Baltimore County, Timonium:	
Ten days racing at \$50.00 per day	\$500.00
Two per cent tax on money wagered in excess of \$500,000.00	31,030.82
Five per cent of net revenue	2,521.28
Total Receipts from County Fairs	\$34,052.10
Total Receipts from County Fairs	\$124,395.93

MARYLAND RACING COMMISSION

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ONE-MILE TRACKS:

Harford Agricultural and Breeders' Association, Havre de Grace:

Twenty-five days racing at \$6,000.00 per day.....	\$150,000.00	
Two per cent tax on money wagered.....	201,992.30	
Fifteen per cent of net revenue.....	44,697.39	\$396,689.69

Maryland State Fair, Inc., Laurel:

Twenty-five days racing at \$6,000.00 per day.....	\$150,000.00	
Two per cent tax on money wagered.....	199,780.96	
Fifteen per cent of net revenue.....	29,030.04	\$378,811.00

Maryland Jockey Club of Baltimore City, Pimlico:

Twenty-five days racing at \$6,000.00 per day.....	\$150,000.00	
Twenty-five days racing at \$3,000.00 per day—a/c Baltimore County.....	75,000.00	
Two per cent tax on money wagered.....	271,725.98	
Fifteen per cent of net revenue.....	57,138.20	\$553,864.18

Southern Maryland Agricultural Association, Bowie:

Twenty-five days racing at \$6,000.00 per day.....	\$150,000.00	
Two per cent tax on money wagered.....	188,391.78	
Fifteen per cent of net revenue.....	39,036.25	\$377,428.03

Total Receipts from One-Mile Tracks..... \$1,706,792.90

MISCELLANEOUS:

License fees—Jockeys and Trainers.....

\$1,592.00

Registration Fees:

Agents.....	\$73.00
Jockey Agents.....	49.00
Colors.....	268.00
Assumed Names.....	100.00

\$490.00

Total Miscellaneous Receipts.....

\$2,082.00

Total of All Receipts..... \$1,833,270.83

STATEMENT OF RECEIPTS AND DISBURSEMENTS
For the Year Ended December 29, 1942

DISBURSEMENTS

COUNTY FAIRS:

To Treasurers of Counties:		
Ten days racing in each county—at a license fee of \$50.00 per day:		
Washington County—(Agricultural and Mechanical Association of Washington County, Hagerstown) ..		\$500.00
Harford County—(Harford County Fair Association, Bel Air) ..		500.00
Harkey County—(Cumberland Fair Association, Cumberland) ..		500.00
Allegany County—(Southern Maryland Agricultural Fair Association, Marlboro) ..		500.00
Prince George's County—(Southern Maryland Agricultural Society of Baltimore County, Timonium) ..		500.00
Baltimore County—(Maryland State Fair and Agricultural Society of Baltimore County, Timonium) ..		500.00
Total Disbursements to Treasurers of Counties for County Fairs		\$2,500.00

To State Comptroller:

Tax on betting and net revenue:		
Agricultural and Mechanical Association of Washington County, Hagerstown:		
Two per cent tax on money wagered in excess of \$500,000.00	\$15,358.86	
Five per cent of net revenue	1,995.67	\$17,354.53
Harford County Fair Association, Inc., Bel Air:		
Two per cent tax on money wagered in excess of \$500,000.00	\$25,392.98	
Five per cent of net revenue	2,182.76	\$27,575.74
Cumberland Fair Association, Cumberland:		
Two per cent tax on money wagered in excess of \$500,000.00	\$17,170.46	
Five per cent of net revenue	1,008.32	\$18,178.78
Southern Maryland Agricultural Fair Association, Marlboro:		
Two per cent tax on money wagered in excess of \$500,000.00	\$22,305.90	
Five per cent of net revenue	2,928.88	\$25,234.78
Maryland State Fair and Agricultural Society of Baltimore County, Timonium:		
Two per cent tax on money wagered in excess of \$500,000.00	\$31,030.82	
Five per cent of net revenue	2,521.28	\$33,552.10
Total Disbursement to State Comptroller for County Fairs		\$121,895.93
Total Disbursements—County Fairs		\$124,395.93

OFFICE EXPENSES AND DISBURSEMENTS:

Salaries:	
Commission	\$10,000.00
Office	5,800.00

MARYLAND RACING COMMISSION

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OFFICE EXPENSES AND DISBURSEMENTS:

Salaries:		
Commission.....	\$10,000.00	
Office.....	5,800.00	
Employees' salaries for county fairs.....	\$15,800.00	
Substitute stenographer's salary.....	50.00	
Premiums on bonds (Commission and office).....	50.00	
Travel expense—Commission and employees.....	1,310.00	
Stationery, printing and postage.....	1,561.64	
Subscriptions and dues.....	189.73	
Telephone and telegraph.....	375.29	
Supplies.....	265.00	
Office tests—expenses.....	474.65	
Office expenses—miscellaneous.....	102.00	
Miscellaneous—court, testimony and detective expenses.....	67.15	
Total Office Expense.....	\$20,245.46	
MARYLAND STATE FAIR BOARD:		
Salaries.....	\$1,195.01	
Expenses.....	42.00	
Office equipment.....	2.75	
Total Expenses of Maryland State Fair Board.....	\$1,239.76	\$21,485.22
TO TREASURER OF BALTIMORE COUNTY:		
License fee for twenty-five days racing at \$3,000.00 per day—(Maryland Jockey Club of Baltimore City, Pimlico).....		75,000.00
TO TREASURER OF STATE:		
Balance of Net Revenue—1942.....		\$1,612,389.68
Total of All Disbursements.....		
		\$1,833,270.83
SUMMARY OF ABOVE STATEMENT		
Receipts:		
For State Treasurer.....	\$1,633,874.90	
For State Comptroller.....	121,895.93	
For County Treasurers.....	2,500.00	
For Treasurer of Baltimore County.....	75,000.00	
Total of All Receipts.....	\$1,833,270.83	
Disbursements:		
To County Treasurers—(Fair License Fees).....	2,500.00	
To Treasurer of Baltimore County.....	75,000.00	
To State—(Treasurer and Comptroller).....	\$77,500.00	
Expenses:		
Maryland Racing Commission—salaries and operating expenses.....	20,245.46	
Maryland State Fair Board—salaries and operating expenses.....	1,239.76	
Net Returns to State—(1942).....	21,485.22	
		\$1,734,285.61

HARFORD AGRICULTURAL AND BREEDERS' ASSOCIATION, INCORPORATED

Statement of Income and Surplus for the Year Ended October 31, 1942

REVENUE

Admissions:	
General	\$ 172,320.00
Clubhouse	12,061.00
Boxes	4,196.00
Service charges in connection with complimentary badges	5,111.20
Pari-mutuel commissions and breakage....	1,083,931.50
Programs—net	9,606.45
Concessions	9,050.00
Interest on obligations of the United States of America	5,275.00
Dividends	165.00
Sale of manure	1,500.00
Rental	120.00
Leads to post	280.00
Total	<u>\$1,303,616.15</u>

*EXPENSES

State license—25 days at \$6,000.00 each	\$ 150,000.00
State tax on pari-mutuel sales	201,992.30
State tax on admissions:	
Applicable to the current fiscal year	968.46
Stakes and purses	323,500.00
Awards to breeders	6,500.00
Groom fees	2,000.00
Pari-mutuel expenses:	
Salaries and wages	74,828.50
Rent of totalisator	47,862.10
Stationery and printing	4,509.57
Transportation of money	2,280.00
Cash shortage—net	458.45
Miscellaneous	1,320.75
Salaries and wages of racing officials and employees	35,052.50
Wages of temporary track employees	16,011.20
Services of detective agency	13,829.97
Ambulance and hospital service	490.00
Rent of starting stalls (including transportation, etc.)	1,697.95
Photo-finish expense	2,750.00
Music and announcing	1,462.76
Advertising and publicity service	11,308.00

Officers' salaries, directors' compensation, and legal retainer fee:

Edward Burke:

Salary as President and Treasurer	\$15,000.00
Compensation as Director	800.00
	<u>\$15,800.00</u>

MARYLAND RACING COMMISSION

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Richard Reid Rogers:

Salary as Vice-President and Secretary	\$ 1,600.00	
Compensation as Director	800.00	
		2,400.00

William Kennedy, compensation as Director	800.00	
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S. J. Burke, compensation as Director	800.00	
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Michael W. Fahey, compensation as Director	800.00	
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Robert H. Archer, legal retainer fee	2,000.00	
		22,600.00

Salaries and wages of regular track employees	11,110.00
Repairs and maintenance	14,428.80
Tools and supplies	1,683.08
Team hire	1,223.50
Heat, light, and water	2,516.13
Taxes—real estate, franchise, personal property, etc.	7,268.52
Insurance premiums—net	13,560.90
Rent—right of way over farm	150.00
Stationery, printing, and postage	4,147.70
Telephone and telegraph	1,399.18
Professional services	2,291.57

Donations:

American Red Cross	\$ 1,950.00	
The Community Fund of Baltimore, Inc.	1,200.00	
Harford Memorial Hospital	2,000.00	
Army Emergency Relief Society	12,500.00	
Navy Relief Society	12,500.00	
		30,150.00

Payments under Maryland Revenue Act of 1939:

Maryland State Fair Board	4,000.00
Maryland Horse Breeders' Association	2,000.00
Federal old-age benefits tax	764.46
Unemployment compensation taxes	3,605.03
Provision for doubtful accounts receivable from horsemen	60.00
Miscellaneous	5,946.41

Total	1,027,727.79
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*Net Income for the Year.....	\$ 275,888.36
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SURPLUS CREDITS

Pari-mutuel tickets outstanding applicable to meetings of the fiscal year 1939 credited to surplus	\$ 5,647.85
Recovery under insurance of damage to certain buildings caused by fire	1,557.50
Total	7,205.35
*Gross Surplus for the Year	\$ 283,093.71

SURPLUS CHARGES (exclusive of dividends)

Taxes on income and excess profits for the preceding calendar year:

Federal:	
Income	\$76,907.37
Excess profits	113,550.35
State of Maryland—income	5,042.29
State of Maryland license fee or tax of 15% of net taxable revenue for the preceding year ended October 31	65,754.07
Provision for depreciation for the preceding calendar year	14,679.66
Total	275,933.74
Surplus for the Year, Before Dividends	\$ 7,159.97
Dividends Paid	60,000.00
Deficit for the Year	\$ 52,840.03

*Exclusive of or before provision for depreciation of property, Federal and State income taxes, State license fee or tax of 15% of net taxable revenue, and Federal capital stock tax for the fiscal year ended June 30, 1942.

NOTE:

No provision is included in the foregoing statement for depreciation of property, Federal and State taxes on income and Federal unemployment compensation tax for the ten months ended October 31, 1942, for license fee or tax of 15% of net taxable revenue for the year ended October 31, 1942 amounting to \$44,697.39, for Federal capital stock tax accrued for the period from July 1, 1941 to October 31, 1942, or for loss, based upon approximate realizable value, of The Baltimore Trust Company certificate of indebtedness carried as an investment.

**Statement Showing Computation of Net Revenue for the Year Ended
October 31, 1942, Taxable by the Maryland Racing Commission**

Deficit for the Year		\$ 52,840.03
AMOUNTS WHICH WERE DEDUCTED IN DETERMINING DEFICIT FOR THE YEAR, BUT WHICH ARE NOT ALLOWED BY THE COMMISSION IN COMPUTING NET TAXABLE REVENUE:		
Taxes on income and excess profits for the year ended December 31, 1941:		
Federal:		
Income	\$ 76,907.37	
Excess profits	113,550.35	
State of Maryland—income	5,042.29	
State of Maryland license fee or tax of 15% of net taxable revenue for the year ended October 31, 1941	65,754.07	
Provision for depreciation for the year ended December 31, 1941	14,679.66	
Dividends paid	60,000.00	
Donations	30,150.00	
		366,083.74
Net Taxable Revenue Before Deducting Cost of Additions to Property		\$ 313,243.71
Deduct Cost of Additions to Property During the Year Ended October 31, 1942 (allowed by the Commission as a deduction in computing net taxable revenue, as permitted by law):		
Construction of hospital building	\$ 1,295.74	
Water tank	7,687.98	
Installation of wiring in stables	3,455.05	
Installation of new lavatories in clubhouse	675.00	
Benches	795.61	
Drapes, shades, and cushions	1,351.75	
		15,261.13
Net Revenue for the Year Ended October 31, 1942, Taxable by the Maryland Racing Commission		\$ 297,982.58
License Fee or Tax of 15% of Net Taxable Revenue for the Year Ended October 31, 1942		\$ 44,697.39

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of the Harford Agricultural and Breeders' Association, Incorporated for the year ended October 31, 1942, and in our opinion the above statement sets forth the net revenue for the year ended that date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 17, 1942.

THE MARYLAND STATE FAIR, INCORPORATED

Statement of Income and Surplus for the Year Ended October 31, 1942

REVENUE

Admissions:	
General	\$ 169,084.50
Clubhouse	18,384.00
Paddock	689.50
Boxes	3,535.00
Membership dues	400.00
Service charges in connection with complimentary badges	3,996.10
Pari-mutuel commissions and breakage	1,071,532.80
Programs—net	11,435.15
Concessions	11,390.00
Rent	30.00
Sale of manure	1,200.00
Leads to post	190.00
Total	\$ 1,291,867.05

*EXPENSES

State license—25 days at \$6,000.00 each	\$ 150,000.00
State tax on pari-mutuel sales	199,780.96
State tax on admissions	980.45
Stakes and purses	323,600.00
Awards to breeders	5,750.00
Groom fees	2,000.00
Pari-mutuel expenses:	
Salaries and wages	63,186.00
Rent of totalisator	47,824.25
Stationery and printing	3,191.96
Insurance on money	750.93
Cash shortage—net	188.91
Miscellaneous	1,221.00
Salaries and wages of racing officials and employees	41,114.60
Services of detective agencies	13,694.87
Ambulance service	320.00
Rent of starting stalls	1,875.00
Transportation of horses	1,215.00
Photo-finish expense	1,875.00
Wages of track employees	35,626.40
Advertising and publicity service	17,682.95
Traveling and entertainment	1,255.23
Officers' salaries:	
G. L. Stryker, President and Director	\$ 8,000.00
M. J. Winn, Vice-President and Director	5,000.00
D. P. MacGuire, Vice-President and Director	5,000.00
James Butler, Jr., Treasurer (until December 31, 1941) and Director	833.33

MARYLAND RACING COMMISSION

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Luke H. O'Brien, Treasurer, General Manager, and Di- rector (since December 31, 1941)	4,166.67	
Walter E. Travers, Secre- tary and Director	5,000.00	
		28,000.00
Office salaries		5,734.00
Repairs and maintenance of property		47,202.24
Automobile and tractor expense		1,105.02
Water, heat, and light		5,150.47
Taxes — real estate, franchise, personal property, Federal capital stock, etc.		21,510.06
Insurance premiums — net		10,654.54
Office rent — New York City		1,800.00
Stationery, printing, and postage		3,238.64
Telephone and telegraph — net		1,400.24
Professional services		5,956.26
Donations:		
American Red Cross War Fund	\$ 1,000.00	
Net proceeds of Army Day remitted to Army Emergency Relief— see Note B	40,103.77	
		41,103.77
Payment under Maryland Revenue Act of 1939:		
Maryland State Fair Board		4,000.00
Maryland Horse Breeders' Associa- tion		2,000.00
Provision for doubtful accounts receivable from horsemen		168.00
Expenses of State police		200.20
Interest on loan		366.65
Federal old-age benefits tax		1,472.60
Unemployment compensation taxes		4,377.17
Miscellaneous		5,138.90
Total		1,103,712.27
*Net Income for the Year		\$ 188,154.78

SURPLUS CREDITS

Proceeds of insurance on fully depreciated property destroyed by fire	\$ 12,217.50	
Pari-mutuel tickets outstanding applicable to the meeting of the year 1939 credited to surplus	2,943.25	
Total		15,160.75
*Gross Surplus for the Year		\$ 203,315.53

SURPLUS CHARGES (exclusive of dividends)

License fee or tax of 15% of net taxable revenue for the preceding year ended October 31	\$ 44,270.47	
Taxes on income and excess profits for the preceding calendar year:		
Federal:		
Income	59,589.56	
Excess profits	66,993.80	
State of Maryland—income	3,812.21	
Additional Federal tax on income for the year 1940, including interest of \$45.79	1,006.99	
Provision for depreciation for the preceding calendar year, as determined by the company	23,824.30	
Total		199,497.33
Surplus for the Year, Before Dividends	\$ 3,818.20	
Dividends Paid, December 22, 1941		99,780.00
Deficit for the Year	\$ 95,961.80	

*Exclusive of or before provision for depreciation of property, Federal and State income taxes, and State license fee or tax of 15% of net taxable revenue.

NOTES:

- A. No provision is included in the foregoing statement for depreciation of property, Federal and State taxes on income, and Federal unemployment compensation tax for the ten months ended October 31, 1942, for State unemployment compensation and Federal old-age benefits taxes for the month of October, 1942, for license fee or tax of 15% of net taxable revenue for the year ended October 31, 1942, amounting to \$29,030.04, or for Federal capital stock tax accrued for the period from July 1 to October 31, 1942.
- B. The following amounts, which are included in the foregoing statement, represent the operations of Army Day, October 24, 1942, which The Maryland State Fair, Incorporated, conducted as agents for the Army Emergency Relief, recipient of the net proceeds of the meeting held on that day:

Receipts:

Admissions (exclusive of Federal and State taxes)	\$ 18,737.80	
Pari-mutuel commissions and breakage	80,281.75	
Programs	1,453.80	
Miscellaneous	450.00	
		\$ 100,923.35

Deduct:

Stakes and purses	\$ 32,700.00	
State license fee—\$6,000.00 per day	6,000.00	
State tax on pari-mutuel sales	15,042.44	
		53,742.44

Remainder—before deducting State of Maryland license fee or tax of 15%	\$ 47,180.91	
Deduct—State of Maryland license fee or tax of 15% (15% of \$47,180.91)	7,077.14	
Balance—paid to Army Emergency Relief	\$ 40,103.77	

**Statement Showing Computation of Net Revenue for the Year Ended
October 31, 1942, Taxable by the Maryland Racing Commission**

Deficit for the Year		\$ 95,961.80
AMOUNTS WHICH WERE DEDUCTED IN DETERMINING DEFICIT FOR THE YEAR, BUT WHICH ARE NOT AL- LOWED BY THE COMMISSION IN COM- PUTING NET TAXABLE REVENUE:		
Taxes on income and excess profits for the year ended December 31, 1941:		
Federal:		
Income	\$ 59,589.56	
Excess profits	66,993.80	
State of Maryland—income	3,812.21	
Additional Federal tax on income for the year 1940 (exclusive of interest of \$45.79)	961.20	
State of Maryland license fee or tax of 15% of net taxable revenue for the year ended October 31, 1941	44,270.47	
Provision for depreciation for the year ended December 31, 1941, as deter- mined by the company	23,824.30	
Dividend paid, December 22, 1941	99,780.00	
Excess of officers' salaries paid over amount allowable by the Commis- sion	3,000.00	
Donations	1,000.00	
Net proceeds of Army Day remitted to Army Emergency Relief	40,103.77	
		343,335.31
Net Taxable Revenue Before Deducting Cost of Addi- tions to Property and Adjustment for Insurance Proceeds		\$ 247,373.51
Deduct:		
Proceeds of insurance on property (the cost of which was not previously allowed as deductible expense) destroyed by fire		\$ 12,217.50
Cost of additions to property dur- ing the year ended October 31, 1942 (allowed by the Commission in computing net taxable reve- nue, as permitted by law:		
Construction of two barns	\$ 13,735.38	
Construction of four toilet and shower buildings	8,918.93	
Electrification of barns	8,306.00	
Steel fencing	5,427.68	
Parking area entrance	917.16	
Cost of land purchased for addi- tional parking area	295.51	

Installation of water tank	1,454.49	
Cost of four draft horses purchased	600.00	
Furniture, fixtures, and decorations	1,967.25	41,622.40
Total		\$ 53,839.90
Net Revenue for the Year Ended October 31, 1942, Tax- able by the Maryland Racing Commission		\$ 193,533.61
License Fee or Tax of 15% of Net Taxable Revenue for the Year Ended October 31, 1942		\$ 29,030.04

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of The Maryland State Fair, Incorporated, for the year ended October 31, 1942, and in our opinion the above statement sets forth the net revenue for the year ended that date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 24, 1942.

THE MARYLAND JOCKEY CLUB OF BALTIMORE CITY

Statement of Income and Surplus for the Year Ended November 30, 1942

REVENUE

Admissions:		
General	\$	240,039.00
Reserved seats		18,180.00
Clubhouse		17,138.00
Boxes		15,000.00
Service charges in connection with complimentary badges		12,648.60
Membership dues and initiation fees		23,020.00
Pari-mutuel commissions and breakage		1,467,510.30
Programs — net		17,777.80
Concessions		12,500.00
Rental of real estate		5,803.82
For privilege of removal and operation of certain leased equipment		1,000.00
Miscellaneous		3,392.28
Total		\$1,834,009.80

*EXPENSES

State license — 25 days at \$6,000.00 each	\$	150,000.00
Baltimore County license — at \$3,000.00 per day		75,000.00
State tax on pari-mutuel sales		271,725.98
State tax on admissions		1,375.27
State license fee or tax of 15% of net taxable revenue for the current fiscal year — estimated		49,500.00
Stakes and purses		387,300.00
Groom fees		2,010.00
Awards to breeders		7,625.00
Trophies		5,570.08
Pari-mutuel expenses:		
Salaries and wages		94,291.00
Stationery and printing		6,886.99
Transportation of money		1,030.00
Cash shortage — net		382.05
Odds and result-board operating expense		6,250.00
Rent of totalisator		28,500.00
Salaries and wages of racing officials and employees		80,558.75
Services of detective agency		18,159.87
Ambulance service		1,330.00
Rent of starting stalls		1,500.00
Photo-finish and teletimer expense		4,180.00
Music and announcing		3,052.25
Advertising and publicity service		12,837.20
Officers' salaries, directors' compensation, and legal retainer fees:		
H. A. Parr, III:		
Salary as President and Treasurer	\$	5,000.00

Compensation as Director and member of Ex- ecutive Com- mittee	80.00	
		\$ 5,080.00

W. W. Lanahan:		
Salary as Vice- President	\$ 1,500.00	
Compensation as Director and member of Ex- ecutive Com- mittee	70.00	
		1,570.00

M. L. Daiger:		
Salary as Secre- tary and Gen- eral Manager....	\$12,000.00	
Compensation as Director and member of Ex- ecutive Com- mittee	80.00	
		12,080.00

Alfred G. Vanderbilt:		
Salary as Presi- dent (resigned May 18, 1942) \$	1,250.00	
Compensation as Director (re- signed May 18, 1942)	20.00	
		1,270.00

H. S. Thompson—Salary as Assistant Treasurer		2,800.00
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John K. Shaw, Jr.:		
Salary	\$ 750.00	
Compensation as Director (re- signed May 18, 1942)	20.00	
		770.00

Compensation:		
W. L. Brann as Director		10.00
V. Flannery as Director		30.00
D. S. Gittings as Director		40.00
J. W. Y. Martin as Director		20.00
John E. Semmes as Director and member of Executive Committee		60.00
Dr. Walter Wickes as Di- rector and member of Ex- ecutive Committee		70.00

David F. Woods as Director	40.00	
Semmes, Bowen and Semmes —legal retainer fees	4,000.00	
		27,840.00
Office salaries		6,217.00
Travel expense		304.76
Rent of track property		37,741.20
Amortization of improvements to leased property and provision for depreci- ation of property owned		19,156.18
Wages of regular track employees		25,860.96
Repairs and maintenance of property		52,470.13
Tools and supplies		1,728.61
Auto and truck hire		2,162.90
Water, heat, and light		5,653.50
Taxes—real estate, personal property, franchise, Federal capital stock, etc.		30,301.81
Insurance premiums		55,446.84
Stationery and printing		10,771.96
Telephone and telegraph		3,426.70
Legal and professional accounting ex- penses (exclusive of legal retainer fees)		2,200.59
Interest on loans		99.67
Donations:		
American Red Cross	\$ 1,000.00	
Army Relief, Inc.	1,500.00	
Associated Jewish Charities	250.00	
Community Fund of Balti- more; to be distributed as follows:		
Community Fund of Bal- timore	\$2,000.00	
Navy Relief	1,500.00	
United Serv- ice Organi- zation	6,000.00	
	9,500.00	
		12,250.00
Net proceeds of Army Emergency Relief Day remitted to Army Emergency Relief—see Note B		45,630.67
Payments under Maryland Revenue Act of 1939:		
Maryland State Fair Board		4,000.00
Maryland Horse Breeders Associa- tion		2,000.00
Federal old-age benefits tax		2,053.76
Unemployment insurance taxes		6,563.39
Uncollectible account receivable written off		42.85
Miscellaneous		8,487.96
Total		1,571,475.88
*Net Income for the Year		\$ 262,533.92

SURPLUS CREDITS

Pari-mutuel tickets outstanding applicable to meeting of the year 1939 credited to surplus	\$ 5,056.25	
Refund of overpayment of State of Maryland license fee or tax of 15% of net taxable revenue for the preceding fiscal year	149.20	
Total		5,205.45
*Gross Surplus for the Year		\$ 267,739.37

SURPLUS CHARGES

Taxes on income and excess profits for the preceding fiscal year:		
Federal:		
Income	\$ 70,140.93	
Excess profits	39,502.18	
State of Maryland—income	3,452.43	
Loss on disposal of undepreciated property	316.19	
Total		113,411.73
*Surplus for the Year, Before Dividend		\$ 154,327.64
Dividend Paid		31,780.00
*Surplus for the Year		\$ 122,547.64

*Exclusive of or before provision for Federal and State taxes on income.

NOTES:

- A. The foregoing statement does not include:
 Provision for depreciation of buildings and miscellaneous property acquired prior to December 1, 1936.
 Federal unemployment insurance tax for the period from January 1 to November 30, 1942.

State unemployment insurance tax and Federal old-age benefits tax for the period from October 1 to November 30, 1942.

Provision for Federal capital stock tax accrued for the period from July 1 to November 30, 1942.

Portion of profit or loss applicable to the investment in capital stock of Maryland State Fair and Agricultural Society of Baltimore County, Md., an affiliated company. Based on statements submitted by the affiliated company (but not verified by Haskins & Sells) the company's portion of profit amounts to approximately \$30,900 for the year ended November 30, 1942, as compared with a loss of approximately \$2,400 for the preceding year.

Unpaid balance of license fee or tax of 15% of net taxable revenue for the year ended November 30, 1942 amounting to \$7,638.20.

- B. The following amounts, which are included in the foregoing statement, represent the operations of Army Emergency Relief Day, October 31, 1942, which The Maryland Jockey Club of Baltimore City conducted as agents for the Army Emergency Relief, recipient of the net proceeds of the meeting held on that day:

Receipts:

Admissions (exclusive of Federal and State taxes)	\$ 15,732.25	
Pari-mutuel commissions and breakage	72,788.40	
Programs	1,355.00	
Concessions	500.00	
Miscellaneous	200.00	
		\$ 90,575.65

Deduct:

Stake and purses	\$ 22,300.00	
License fees:		
State of Maryland—\$6,000.00 per day	6,000.00	
Baltimore County—\$3,000.00 per day	3,000.00	
State tax on pari-mutuel sales	13,644.98	
		44,944.98

Balance — paid to Army Emergency Relief	\$ 45,630.67
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**Statement Showing Computation of Net Revenue for the Year Ended
November 30, 1942, Taxable by the Maryland Racing Commission**

Surplus for the Year	\$ 122,547.64
ADD AMOUNTS WHICH WERE DEDUCTED IN DETERMINING SURPLUS FOR THE YEAR, BUT WHICH ARE NOT AL- LOWED BY THE COMMISSION IN COM- PUTING NET TAXABLE REVENUE:	
Amortization of improvements to leased property and provision for depreciation of property owned	\$ 19,156.18
State of Maryland license fee or tax of 15% of net taxable reve- nue for the year ended November 30, 1942—estimated	49,500.00
Excess of officers' salaries, di- rectors' compensation, and legal retainer fees paid over amount allowable by the Commission	2,840.00
Loss on disposal of undepreciated property	316.19
Donations	12,250.00
Net proceeds of Army Emergency Relief Day remitted to Army Emergency Relief	45,630.67
Taxes on income and excess profits for the preceding fiscal year:	
Federal:	
Income	70,140.93
Excess profits	39,502.18
State of Maryland—income	3,452.43
Dividend paid	31,780.00
Total	<u>\$ 274,568.58</u>
Less refund of overpayment of State of Maryland license fee or tax of 15% of net taxable revenue for the year ended November 30, 1941	149.20
	<u>274,419.38</u>
Net Taxable Revenue Before Deducting Cost of Improve- ments and Additions to Property	\$ 396,967.02
Deduct Cost of Improvements and Addi- tions to Property During the Year Ended November 30, 1942 (al- lowed by the Commission as a deduction in computing net tax- able revenue, as permitted by law):	
Shower room	\$ 14,352.00
Two work horses	375.00
Burroughs adding machine and stand	160.14
Two Monroe calculators	720.80

MARYLAND RACING COMMISSION

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Two metal racks	200.00	
Two sets of harness	74.50	
Three unit heaters	115.97	
One filing cabinet — legal size	47.25	
		16,045.66
Net Revenue for the Year Ended November 30, 1942, Taxable by the Maryland Racing Commission		\$ 380,921.36
License Fee or Tax of 15% of Net Taxable Revenue for the Year Ended November 30, 1942		\$ 57,138.20

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of The Maryland Jockey Club of Baltimore City for the year ended November 30, 1942, and in our opinion the above statement sets forth the net revenue for the year ended that date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 26, 1942.

THE SOUTHERN MARYLAND AGRICULTURAL ASSOCIATION OF PRINCE GEORGE'S COUNTY, MARYLAND

Statement of Income and Surplus for the Year Ended December 6, 1942

REVENUE

Admissions:	
General	\$ 115,009.50
Clubhouse	12,574.00
Paddock	505.50
Boxes	5,059.50
Service charges in connection with complimentary badges	9,197.40
Pari-mutuel commissions and breakage	1,012,000.15
Programs — net	9,115.35
Concessions	14,457.50
Income on investments	1,900.20
Miscellaneous	484.42
Total	\$1,180,303.52

*EXPENSES

State license — \$6,000.00 per day	\$ 150,000.00
State tax on pari-mutuel sales	188,391.78
State tax on admissions	706.30
Stakes and purses	275,500.00
Awards to breeders	7,000.00
Groom fees	2,000.00
Pari-mutuel expenses:	
Salaries and wages	61,128.50
Rent of totalisator	45,103.86
Stationery and printing	4,894.81
Insurance on money	1,800.00
Miscellaneous	2,283.69
Salaries and wages of racing officials and employees	48,165.78
Detective services	2,859.00
Ambulance service	265.00
Rent of starting stalls	1,800.00
Photo-finish expense	2,400.00
Music and announcing	1,068.00
Advertising and publicity service	7,049.09
Officers' salaries, directors' compensation, and legal retainer fee:	
M. H. Magruder, President:	
Salary, bonus, and counsel fee \$10,800.00	
Compensation as Director	600.00
	\$11,400.00
Wm. G. Brooke, Secretary:	
Salary and bonus \$ 3,000.00	
Compensation as Director	600.00
	3,600.00

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Joseph A. Farrell, General Manager—salary and bonus	17,025.84	
A. S. Jump, Treasurer and Assistant Manager—salary and bonus	7,500.00	
James F. O'Hara, Jr., Assistant Manager—salary and bonus	12,025.83	
Mrs. Helen L. Boyle, Assistant Treasurer—salary and bonus	9,525.83	
Compensation as Director:		
James A. Bean	600.00	
James B. Berry	600.00	
Frank M. Hall	600.00	
W. Curtis Hopkins	600.00	
Guy W. Latimer	600.00	
Thomas N. Magruder	600.00	
Oliver S. Metzgerott	600.00	
Ellis O. Middleton	600.00	
R. Lee Mulliken	350.00	
		66,227.50
Office salaries		2,035.00
Wages paid to regular track employees		18,952.65
Repairs and maintenance		8,708.24
Transportation of horses		1,138.50
Light, heat, etc.		3,271.29
Taxes—real estate, personal property, franchise, Federal capital stock, etc.		12,450.32
Insurance premiums		11,835.55
Rent of offices		1,610.00
Stationery and printing		5,564.22
Telephone and telegraph		1,225.14
Professional services		986.14
Uncollectible accounts receivable written off—net		50.40
Interest on loans, etc.		96.74
Donations:		
Army Emergency Relief	\$12,500.00	
Navy Relief Society	12,500.00	
American Red Cross	1,000.00	
Community Fund—Baltimore	500.00	
Community Fund—Prince George's County	500.00	
Sundry small donations	22.00	
		27,022.00
Payments under Maryland Revenue Act of 1939:		
Maryland State Fair Board		4,000.00
Maryland Horse Breeders' Association		2,000.00
Federal old age benefits tax		1,045.44
Unemployment compensation taxes		3,663.03
Miscellaneous		5,258.72
Total		979,556.69
*Net Income for the Year		\$ 200,746.83

SURPLUS CREDIT

Pari-mutuel tickets outstanding applicable to meetings of the year 1939, credited to surplus	4,531.65
*Gross Surplus for the Year	\$ 205,278.48

SURPLUS CHARGES (exclusive of dividends)

State of Maryland license fee or tax of 15% of net taxable revenue for the preceding year ended December 6	\$ 63,705.96
Provision for depreciation for the preceding calendar year (as determined by the Association)	22,155.15
Taxes on income and excess profits for the preceding calendar year:	
Federal:	
Income	67,774.15
Excess profits	95,951.06
State of Maryland—income	4,487.40
Total	254,073.72
Deficit for the Year, Before Dividends	\$ 48,795.24
Dividends Paid	77,870.00
Deficit for the Year	\$ 126,665.24

*Exclusive of or before provision for depreciation of property, Federal and State taxes on income, and State license fee or tax of 15% of net taxable revenue.

NOTE:

No provision is included in the foregoing statement for depreciation of property, Federal and State taxes on income, and Federal unemployment compensation tax for the period from January 1 to December 6, 1942, for State unemployment compensation and Federal old age benefits taxes for the period from October 1 to December 6, 1942, for license fee or tax of 15% of net taxable revenue for the year ended December 6, 1942, amounting to \$39,036.25, or for Federal capital stock tax accrued for the period from July 1 to December 6, 1942.

MARYLAND RACING COMMISSION

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Statement Showing Computation of Net Revenue for the Year Ended December 6, 1942, Taxable by the Maryland Racing Commission

Deficit for the Year \$ 126,665.24

AMOUNTS WHICH WERE DEDUCTED IN DETERMINING DEFICIT FOR THE YEAR, BUT WHICH ARE NOT ALLOWED BY THE COMMISSION IN COMPUTING NET TAXABLE REVENUE:

Taxes on income and excess profits
for the preceding calendar year:
Federal:

Income \$ 67,774.15

Excess profits 95,951.06

State of Maryland—income 4,487.40

State of Maryland license fee or
tax of 15% of net taxable revenue
for the year ended December
6, 1941 63,705.96

Provision for depreciation for the
year ended December 31, 1941, as
determined by the Association 22,155.15

Dividends paid 77,870.00

Donations 27,022.00

Excess of officers' salaries, di-
rectors' compensation, and legal
retainer fee paid over amount al-
lowable by the Commission 41,227.50

Salary paid to special inspector
appointed by the Association 1,440.00

401,633.22

Net Taxable Revenue Before Deducting Cost of Addi-
tions to Property \$ 274,967.98

Deduct Cost of Additions to Property
During the Year Ended December
6, 1942 (allowed by the Commission
as a deduction in computing net
taxable revenue, as permitted by
law):

Improvements to roadway \$ 11,290.00

Flagpole 591.60

Steel railing on grandstand 1,550.00

Auto-truck 784.00

Soil pulverizer and horse trailer 151.18

Furniture and fixtures 359.56

14,726.34

REMAINDER — Net Revenue for the Year Ended Decem-
ber 6, 1942, Taxable by the Maryland Racing Com-
mission \$ 260,241.64

License Fee or Tax of 15% of Net Taxable Revenue for
the Year Ended December 6, 1942 \$ 39,036.25

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of The Southern Maryland Agricultural Association of Prince George's County, Maryland for the year ended December 6, 1942, and in our opinion the above statement sets forth the net revenue for the year ended that date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 28, 1942.

THE MARYLAND STATE FAIR BOARD

FINANCIAL STATEMENT

For the Year Ended November 30, 1942

RECEIPTS

Balance — December 1, 1941	\$ 34,214.59
State appropriation	\$ 60,154.00
Refund Cecil County Breed- ers' Association	800.00
Total Receipts, 1942	60,954.00
Total of all Receipts, Including 1941 Balance	\$ 95,168.59

EXPENDITURES

Salary and expense of Field Representa- tive, for year ended November 30, 1942	\$ 4,544.74
Publicity and promotional expenses	4,239.81

Allocations:

Carroll County Agric- ultural Fair Association	\$ 6,199.19
Charles County Fair As- sociation	2,500.00
Calvert County Fair As- sociation	2,000.00
Cecil County Breeders' Fair	800.00
Baltimore Livestock Show	5,400.00
Southern Maryland Horse Breeders' Association	500.00
Queen Anne's County 4-H Club Fair	400.00
Maryland Agricultural Society	8,827.00
Maryland State Fair and Agricultural Society of Baltimore County	29,496.05
Cumberland Fair Associa- tion	5,000.00
Frederick Fair Association	2,000.00
Dairy Cattle Field Days	1,085.00
	64,207.24

Total Expenditures, 1942	72,991.79
Balance on Hand as of November 30, 1942	\$ 22,176.80

Submitted by: MARYLAND STATE FAIR BOARD

BY: (Signed) P. C. Turner,
Chairman

DATE: December 1, 1942.

AGRICULTURAL AND MECHANICAL ASSOCIATION OF WASHINGTON COUNTY

**Statement of Receipts and Disbursements for the Year
Ended November 30, 1942**

REVENUE

Admissions	\$ 34,318.99	
Pari-mutuel commissions and breakage	136,857.05	
Concessions	7,319.71	
Programs	3,078.00	
Entry fees	846.00	
Rentals	4,284.00	
Miscellaneous (supporting statement submitted)	1,315.22	
Total		\$ 188,018.97

EXPENSES

County license—10 days at \$50.00 per day	\$ 500.00	
State tax of 2% on all money wagered in excess of \$500,000.00	15,358.86	
Admission tax:		
State of Maryland	1,489.76	
Federal Government	4,258.60	
State of Maryland—5% of Net Profits—Fiscal year ended November 30, 1942	1,262.94	
Real estate taxes	1,642.48	
Running race purses	49,150.00	
Pari-mutuel salaries	16,015.50	
Services of detective agency	1,130.00	
Rental of stallgates	550.00	
Saliva and urine tests	500.00	
Advertising and newspaper publicity	2,365.69	
Officers' salaries and directors' fees:		
Coffman, Andrew K., President	\$ 25.00	
Bester, Harold F., Vice-President	3,016.00	
Wolf, Charles W., Recording Secretary	300.00	
Hershey, Roger C., Corresponding Secretary	200.00	
Brown, Thompson A., Treasurer	500.00	
Ankeney, David	16.00	
Baker, Joseph D., ...	16.00	
Corderman, Elmer	16.00	
Cunningham, William F., ...	16.00	
Downey, Simon	16.00	
Huyett, Charles H., ...	16.00	
McHenry, William	16.00	
Pangborn, Thomas W., ...	16.00	
Snively, Robert C., ...	16.00	
Wolfe, James T., ...	16.00	
Total		4,201.00

TWENTY-THIRD ANNUAL REPORT OF THE

Repairs and improvements	3,706.16	
Insurance premiums	2,734.43	
Premiums, (supporting statement submitted)	6,431.72	
Pari-mutuel tickets and rental of equipment	3,750.00	
Starter's services and stallgate operation	500.00	
Rental photo-finish camera and attendant	750.00	
Caretaker and assistant's salaries	1,642.26	
Social security taxes	1,058.54	
Free attractions at fair	9,135.07	
Salaries and wages of fair and race meet employees	7,716.56	
Stationery, programs, tickets, forms, office supplies and postage	3,903.15	
Contributions—Turf Committee of America	5,000.00	
Miscellaneous expenses (supporting statement submitted)	6,370.50	
Expenses of Departments at Fair (exclusive of premiums):		
Household	\$ 588.91	
Poultry	680.12	
Horses	435.74	
Cattle	817.43	
Hogs and sheep	723.09	3,245.29
Total		154,368.51
Net Revenue for the Year Ended November 30, 1942	\$	33,650.46

AMOUNTS WHICH WERE DEDUCTED BUT WHICH ARE NOT ALLOWED AS ITEMS OF EXPENSE:

State tax of 5% on net revenue for the year ended November 30, 1941	\$	1,262.94	
Contributions—Turf Committee of America	5,000.00	6,262.94	
Total Net Revenue for the Year Ended November 30, 1942, Taxable by the Maryland Racing Commission	\$	39,913.40	
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended November 30, 1942	\$	1,995.67	

NOTE:

The above statement sets forth a true and accurate report of receipts and disbursements of the Agricultural and Mechanical Association of Washington County for the fiscal year ended November 30, 1942.

(Signed) T. A. BROWN,

Treasurer

STATE OF MARYLAND, }
WASHINGTON COUNTY, } SS:

I hereby certify that on this 24th day of December, before me, the subscriber, a Notary Public of the State of Maryland, in and for the City of Hagerstown, Washington County, aforesaid, personally appeared, T. A. Brown, Treasurer of the Agricultural and Mechanical Association of Washington County, and made oath in due form of law that the foregoing statement is true, to the best of his knowledge, information and belief.

WITNESS my hand and notarial seal.

(Signed) MARY B. SARIKAS,

Notary Public

THE HARFORD COUNTY FAIR ASSOCIATION, INCORPORATED

Statement of Receipts and Disbursements for the Year
Ended December 9, 1942

REVENUE

Admissions, boxes and club membership dues, including service charges in connection with complimentary badges, and including Federal and State taxes collected	\$ 20,196.80	
Pari-mutuel commissions	176,964.90	
Pari-mutuel breakage	13,057.00	
Program sales	3,523.95	
Concessions at races and rent from commercial exhibitors at fair	3,201.50	
Fair entry fees	417.50	
Manure sales	700.00	
Miscellaneous income	.65	
Total		\$ 218,062.30

EXPENSES

Taxes allowed by the Commission as deduction in computing net revenue:		
County racing license—10 days at \$50.00 per day	\$ 500.00	
State tax at rate of 2% on all money bet in excess of \$500,000.00	25,392.98	
Federal taxes on admissions, boxes, club membership dues and service charges	3,342.30	
State taxes on admissions, boxes, club membership dues and service charges	2,282.73	
Franchise tax paid to State	85.00	
State and County property taxes	1,434.25	
Federal capital stock tax	500.00	
Employer's Federal old-age benefits tax	441.43	
Federal unemployment tax	140.35	
State unemployment tax	1,191.77	
		\$ 35,310.81
Purses		50,520.00
Pari-mutuel expenses:		
Salaries and wages	\$ 15,836.00	
Supplies and stationery	843.85	
Rent of totalizer	3,500.00	
Transportation of money	480.00	
Robbery insurance premium	29.16	
Printing daily-double tickets	555.50	
Cash shortage—net	150.01	
		21,394.52

MARYLAND RACING COMMISSION

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Salaries and wages of racing officials and employees	9,685.00
Racing Secretary's office stationery and supplies	286.32
Services of detective agency and sheriff	4,035.00
Advertising and publicity services	2,614.95
Hire of ambulance	150.00
Rent of starting gate	500.00
Photo-finish expense	500.00
Expense of public address system	250.00
Saliva tests	500.00
Vanning horses	832.00
Printing programs	1,160.95
Printing tickets and badges	1,534.85
Maintenance and current repairs	11,659.45
Jockeys' insurance premiums	525.00
Public liability insurance premiums	480.39
Fire insurance premiums	1,998.84
Workmen's compensation insurance premiums	581.09
Membership dues paid to racing association	500.00
Officers salaries:	
G. Ray Bryson, Vice-President and Managing Director	\$7,500.00
T. Roy Brookes, President	1,500.00
A. G. Ensor, Secretary and Treasurer	1,500.00
	10,500.00
Directors' fees:	
Benjamin W. Amoss	\$ 375.00
Adolphe Pons	375.00
Clarence Streett	375.00
A. H. Wilson	375.00
Ray C. Norman	375.00
John N. Kunkel	375.00
	2,250.00
Legal retainer fee	1,500.00
Office salaries	4,849.94
Caretaker's salary	825.00
Service of public stenographer and mimeographing	9.75
Fair premiums, (supporting statement submitted)	5,598.00
Prizes for boys' and girls' bicycle races	77.50
Hire of tents and dynamometer	215.00
"Queen of Harford" contest expense	197.50
Free entertainment at fair	200.00
Wages of fair superintendents and their assistants	186.05
Expenses of judges at fair	105.18
Fair catalogues, ribbons and stationery	401.19
Supplies and small tools	1,115.93
Telephone and telegraph	557.20
Electricity and gas	356.85
Postage	237.50
Interest	86.67
Traveling expense	28.41

Miscellaneous expense	2.75	
Cost of adding machine purchased	87.50	174,407.09
Net Revenue for the Year Ended December 9, 1942, Taxable by the Maryland Racing Commission		\$ 43,655.21
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended December 9, 1942		\$ 2,182.76

NOTES:

1. The foregoing statement is made on the basis of cash receipts and cash disbursements for the year ended December 9, 1942.
2. The following contributions, which were made by The Harford County Fair Association, Incorporated, during the year ended December 9, 1942, are not included among the expenses listed in the foregoing statement:

Contribution to The Army Emergency Relief and Navy Relief Society \$ 5,000.00

Contribution to be expended by the Civilian Defense Organization of Harford County and by the American Red Cross for "first aid" station equipment and medical supplies 1,000.00

THE HARFORD COUNTY FAIR ASSOCIATION, INCORPORATED,

(Signed) A. G. ENSOR,
Secretary and Treasurer.

STATE OF MARYLAND, }
HARFORD COUNTY, } SS:

I hereby certify that on this 4th day of December, 1942, before me, the subscriber, a Notary Public of the State of Maryland, in and for Harford County, duly commissioned and qualified, personally appeared A. G. Ensor, Secretary and Treasurer of The Harford County Fair Association, Incorporated, and made oath in due form of law that the foregoing statement of receipts and disbursements and the supporting schedule of premiums paid, are true and correct to the best of his knowledge and belief.

WITNESS my hand and notarial seal the day and year above written.

(Signed) H. ELIZABETH ESLEY,
Notary Public

CUMBERLAND FAIR ASSOCIATION, INCORPORATED**Statement of Receipts and Disbursements for the Year
Ended September 30, 1942****REVENUE**

Admissions	\$ 19,309.70	
Pari-mutuel commissions and breakage	147,315.70	
Racing programs	3,665.11	
Concessions	3,724.77	
Entry fees	940.50	
Rentals	202.50	
Premium book advertising	592.50	
Parking privileges	150.00	
Total		\$ 175,900.78

EXPENSES

County license—10 days at \$50.00 per day	\$ 500.00	
State tax of 2% on money wagered in excess of \$500,000.00	17,170.46	
Admission tax—State of Maryland	2,412.58	
Admission tax—Federal Government	3,207.55	
Saliva tests	500.00	
Starting gates	550.00	
Insurance on jockeys	550.00	
Photo-finish	750.00	
Rent of totalisator	3,500.00	
Policing	4,217.24	
Racing officials—Salaries and expense	9,286.53	
Pari-mutuel salaries and expense	12,361.00	
Purses	48,700.00	
Exhibits—judging and expense	1,280.85	
Exhibits—premiums	6,648.50	
Insurance	2,684.89	
Repairs and maintenance	1,612.87	
General Manager's salary and expense	4,430.91	
Association labor	6,097.47	
Coupon interest	5,388.00	
Interest on notes payable and coupons	9,893.16	
Advertising	3,498.37	
Association expense (supporting statement submitted)	8,471.99	
Premium book and program costs	2,021.98	
Army Relief	2,500.00	
Maryland Racing Commission Tax	1,529.49	
Total		159,763.84

Net Revenue for the Year Ended September 30, 1942 \$ 16,136.94

**AMOUNTS DEDUCTED BUT WHICH ARE NOT
ALLOWED AS ITEMS OF EXPENSE:**

Donation to Army Relief	\$ 2,500.00	
Maryland Racing Commission Tax	1,529.49	4,029.49

Total Net Revenue for the Year Ended September 30, 1942, Taxable by the Maryland Racing Commission **\$ 20,166.43**

License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended September 30, 1942 **\$ 1,008.32**

NOTE:

The preceding statement sets forth a true and accurate report of the Income and Expenditures of the Cumberland Fair Association, for the fiscal year ending September 30, 1942.

(Signed) HARRY A. MANLEY,
President

Sworn to and subscribed before me
this 13th day of October, 1942.

(Signed) CHARLES E. SHAW,
Notary Public

SOUTHERN MARYLAND AGRICULTURAL FAIR ASS'N.

Statement of Receipts and Disbursements for the Year Ended Oct. 31, 1942

REVENUE

Admissions	\$ 20,138.50	
Pari-mutuel commissions and breakage	174,472.70	
Programs	1,617.60	
Concessions	4,796.75	
Misellaneous	1,970.50	
Total Revenue		\$ 202,996.05

EXPENSES

County license—10 days at \$50.00 per day	\$ 500.00	
State tax of 2% on all money bet in excess of \$500,000.00	22,305.90	
Real estate taxes	594.81	
Other taxes	8,734.31	
Purses	48,500.00	
Pari-mutuel salaries and expenses	11,580.33	
Salaries and wages of racing officials and employees	7,774.62	
Services of detective agency	2,670.50	
Advertising and publicity services	2,202.97	

Officers' salaries and Directors' fees:

Joseph A. Farrell	\$ 6,000.00	
James F. O'Hara, Jr.	5,000.00	
Mrs. Helen L. Boyle	4,000.00	
Alton S. Jump	2,000.00	
William G. Brooke	510.00	
M. Hampton Magruder	10.00	
Frank M. Hall	10.00	
James B. Berry	10.00	
John Parran	10.00	
Total	17,550.00	
Repairs and improvements	5,790.52	
Insurance premiums	3,313.76	
Premiums, (supporting statement submitted)	7,111.27	
Camera expense	750.00	
Rental of totalisator	3,500.00	
Miscellaneous, (supporting statement submitted)	1,574.38	

Total Expenses	144,453.37
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Net Revenue for the Year Ended October 31, 1942	\$ 58,542.68
Amounts deducted under "Miscellaneous" as "Donations," but which is not allowed as an item of expense	35.00

Total Net Revenue for the Year Ended October 31, 1942	\$ 58,577.68
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended October 31, 1942	\$ 2,928.88

STATE OF MARYLAND, }
CITY OF BALTIMORE, } ss:

I hereby certify, that on this 5th day of November, before me, the subscriber, a Notary Public of the State of Maryland, in and for the City of Baltimore aforesaid, personally appeared, Alton S. Jump, Assistant Manager of Southern Maryland Agricultural Fair Association, and made oath in due form of law that the foregoing statement is true, to the best of his knowledge, information and belief.

WITNESS my hand and notarial seal.

(Signed) VESTILLIA F. PORTER,
Notary Public.

MARYLAND STATE FAIR AND AGRICULTURAL SOCIETY OF BALTIMORE COUNTY

Statement of Receipts and Disbursements for the Year
Ended November 30, 1942

REVENUE

Boxes and reserved seats	\$ 1,717.80	
Entrance fees	2,778.00	
Gate receipts	40,983.55	
Miscellaneous income	1,024.05	
Pari-mutuel commission	205,154.10	
Pari-mutuel breakage	17,137.90	
Pari-mutuel outs, 1939	454.15	
Privileges	5,059.07	
Programs	3,097.95	
Baltimore County Commissioners	2,000.00	
Maryland State Fair Board	29,496.05	
Rain insurance	15,000.00	
Total Revenue		\$ 323,902.62

EXPENSES

County license—10 days at \$50.00 per day	\$ 500.00	
State tax of 2% on all money bet in excess of \$500,000.00	31,030.82	
Advertising	2,360.35	
Agricultural expense	380.77	
Ambulance	150.00	
Announcer and rent of equipment	500.00	
Army Emergency Relief	7,500.00	
Boys bands	175.00	
Catalogue	417.18	
Detective service	2,346.99	
Directors' fees	510.00	
Grooms' award	405.00	
Insurance	33,576.62	
Interest	81.25	
Maintenance and repairs	34,801.00	
Miscellaneous expense, (supporting state- ment submitted)	7,154.29	
Pari-mutuel over and shorts	348.10	
Pari-mutuel stationery	589.74	
Premiums, (supporting statement sub- mitted)	34,678.26	
Racing purses	49,300.00	
Rent of totalizator	3,500.00	
Salaries miscellaneous employees	9,580.50	
Salaries pari-mutuel employees	14,236.00	
Salaries racing officials and employees	17,220.50	
Salaries officers and department heads:		
Laban Sparks, President \$ 3,000.00		
R. J. Walden, Vice Presi- dent	500.00	
H. A. Parr, III, Treasurer	3,000.00	
M. L. Daiger, Secretary	7,000.00	

MARYLAND RACING COMMISSION

C. H. Hibberd	1,100.00	
W. R. Harvey	1,100.00	
K. E. Braithwaite	1,100.00	
George F. Derr	500.00	
W. C. Price	500.00	
H. S. Finney	500.00	
H. M. McDonald	350.00	
Total	18,650.00	
Starting gate and photo-finish	1,000.00	
Stationery and printing	3,286.33	
Taxes—real estate, capital stock, tangible property, Maryland unemployment compensation fund, etc.	5,348.20	
Telephone and telegraph	29.06	
Tools and supplies	114.30	
Vanning and money wagon	1,202.50	
Water and light	504.19	
Total Expenses	280,976.95	
Net Profit for the Year Ended November 30, 1942	\$ 42,925.67	
Amount deducted as donation to Army Emergency Relief but which is not allowed as an item of expense	7,500.00	
Total Net Revenue for the Year Ended November 30, 1942	\$ 50,425.67	
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended November 30, 1942	\$ 2,521.28	

MARYLAND STATE FAIR AND AGRICULTURAL
SOCIETY OF BALTIMORE COUNTY.

By: (Signed) M. L. DAIGER,
Secretary.

Sworn to and subscribed before me
this 12th day of December, 1942.

(Signed) HOWARD S. THOMPSON,
Notary Public.

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